BEFORE THE DEPARTMENT OF TRANSPORTATION OFFICE OF THE SECRETARY WASHINGTON, D.C.

In the Matter of		
) Dockets	OST-97-2881
COMPUTER RESERVATION SYSTEM)	OST-97-3014
(CRS) REGULATIONS)	OST-98-4775
)	OST-99-5888
)	

REPLY AND CONTINGENT MOTION FOR LEAVE TO FILE OF NORTHWEST AIRLINES, INC.

Communications with respect to this document should be sent to:

Glenn Fuller Associate General Counsel NORTHWEST AIRLINES, INC. 5101 Northwest Drive Department A1180 St. Paul, MN 55111 (612) 726-1231 glenn.fuller@nwa.com

Andrea Fischer Newman Senior Vice President, Government Affairs David G. Mishkin Vice President, International & Regulatory Affairs Megan Rae Rosia Managing Director, Government Affairs & Associate General Counsel NORTHWEST AIRLINES, INC. 901 15th Street, N.W. Suite 310 Washington, D.C. 20005 (202) 842-3193

megan.rosia@nwa.com

Dated: December 13, 2002

BEFORE THE DEPARTMENT OF TRANSPORTATION OFFICE OF THE SECRETARY WASHINGTON, D.C.

In the Matter of)	
) Dockets	OST-97-2881
COMPUTER RESERVATION SYSTEM)	OST-97-3014
(CRS) REGULATIONS)	OST-98-4775
)	OST-99-5888
)	

REPLY AND CONTINGENT MOTION FOR LEAVE TO FILE OF NORTHWEST AIRLINES, INC.

Northwest Airlines, Inc. ("Northwest") strongly disagrees with the Air Carrier Association of America ("ACAA") that the Department should revise the current provision on sale of marketing and booking data in Section 255.10(a) of the Computer Reservations System ("CRS") rules before the comprehensive CRS rulemaking proceeding is completed. Resolving any individual CRS issue(s) before the entire CRS rulemaking is completed would be inefficient and ill-advised. The Department has rejected similar requests for immediate action on Section 255.10(a) and should do so again. ¹

ACAA responded to the petition for extension of the CRS comment deadlines and sunset date on December 4, 2002, the same date on which the Department's December 2 decision to extend the comment dates was published in the <u>Federal Register</u>. As a result, Northwest believes ACAA's request is moot. Nevertheless, Northwest is filing this reply because ACAA asked for immediate action on Section 255.10(a) "even if the Department decides to provide any additional time for submission of comments" in the CRS rulemaking. ACAA Response at 2. To the extent necessary, Northwest requests leave to reply to ACAA's December 4 response. Northwest's reply will provide a more complete record on which the Department can base its decision on ACAA's request and will not prejudice any party or delay the CRS rulemaking proceeding.

In support of its position, Northwest states as follows:

1. The Department Should Not Act Piecemeal on CRS Issues

ACAA's request for immediate action on Section 255.10(a) should be rejected because it is at odds with the Department's consistent refusal to take immediate action on individual issues while the Department's comprehensive CRS rulemaking proceeding is pending.² When it issued the CRS Notice of Proposed Rulemaking ("NPRM") less than one month ago, the Department reaffirmed the value of using informal rulemaking proceedings that give all parties "a fair opportunity to present their evidence and policy and legal arguments and will enable us to resolve the issues rationally and efficiently." 67 Fed. Reg. 69366, 69369 (November 15, 2002). In its NPRM, the Department once again rejected the requests of several parties who had urged the Department to resolve some CRS issues before its completion of the entire rulemaking proceeding. Instead, the Department "determined that it would be more efficient for us to consider all issues in this proceeding rather than decide issues piecemeal." Id.

Now that the Department is moving ahead with the CRS rulemaking and has established deadlines for comments and reply comments, it would be counterproductive to act on any CRS issue on a piecemeal basis or outside the context of the comprehensive rulemaking.

2. <u>Immediate Revision of Section 255.10(a) Would Be Ill-Advised</u>

Revising Section 255.10(a) now, as ACAA proposes, would also be unwise because it would deny parties a full and fair opportunity to address ACAA's proposed

² <u>See, e.g.,</u> 67 Fed. Reg. 14846, 14846, 14849 & 14851 (March 28, 2002); 66 Fed. Reg. 17352, 17354 (March 30, 2000).

revision of Section 255.10(a), deprive the Department of the full record it needs to assess the ramifications of ACAA's proposal and preclude consideration of other alternatives. In its CRS NPRM, the Department recognizes the importance of securing and considering detailed cost/benefit data before deciding whether restrictions on the availability of CRS marketing and booking data should be adopted, invites commenters to submit alternative proposals and raises the possibility of approaches besides those outlined in the NPRM.³ Immediate modification of Section 255.10(a) would foreclose consideration of such data and alternatives.

Conclusion

To the extent ACAA's request for immediate modification of Section 255.10(a) is not already moot, the Department should reject the request and instead consider ACAA's proposed revision to that provision in the comprehensive CRS rulemaking proceeding.

Respectfully submitted,

/s/ Megan Rae Rosia /s/
Megan Rae Rosia
Managing Director, Government Affairs
& Associate General Counsel
NORTHWEST AIRLINES, INC.
901 Fifteenth Street, N.W.
Suite 310
Washington, D.C. 20005
(202) 842-3193
megan.rosia@nwa.com

December 13, 2002

³ 67 <u>Fed</u>. <u>Reg</u>. at 69404.

CERTIFICATE OF SERVICE

A copy of the foregoing Reply of Northwest Airlines, Inc. was served by first class mail, or a more expeditious means, on all parties of record in the relevant dockets as shown below:

David Schwarte, Esq. 3150 Sabre Drive Mail Drop 9105 Southlake, TX 76092 Attorney for Sabre, Inc. David H. Coburn
Carol R. Gosain
Steptoe & Johnson LLP
1330 Connecticut Avenue, N.W.
Washington, DC 20036
Attorneys for Amadeus Global Travel
Distributions, S.A.

Kenneth P. Quinn, Esq.
Pillsbury Winthrop LLP
1133 Connecticut Avenue, N.W.
Suite 1200
Washington, DC 20036
Attorney for Interactive Travel Services
Association

Paul M. Ruden, Esq. American Society of Travel Agents, Inc. 1101 King Street Alexandria, VA 22314

Samuel H. Wright
Cendant Corporation
101 Constitution Avenue, N.W.
Suite 800
Washington, DC 20002
For Galileo International, L.L.C. and
Rosenbluth International

Linda F. Golodner President National Consumers League 1701 K Street, N.W. Suite 1200 Washington, DC 20006

Eugene Laney, Jr.
Directory of information & Legislative Svcs.
National Business Travel Association
110 North Royal Street, 4th Floor
Alexandria, VA 22314

Don Saunders, Esq. 800 N.W. Loop 410 San Antonio, TX 78216 Attorney for Corporate Travel Planners

Brian Hand, Esq. Nordlicht & Hand 645 5th Avenue New York, NY 10022 Attorney for Sea Gate Travel Group, LLC

Eugene A. Oven, Jr., Esq.
General Counsel
Navigant International, Inc.
84 Inverness Circle East
Englewood, CO 80112
Attorney for Navigant International, Inc.

Andrew Milne, Esq. 7918 Jones Branch Drive Suite 600 McLean, VA 22101-3307 Attorney for Austin Travel

Fred DeCicco, Esq.
Pollack, Pollack, Isaac & DeCicco
225 Broadway
New York, NY 10007
Attorney for Protravel International

Rosemarie Christofolo, Esq. 1630 S. Stapley Drive Suite 217 Mesa, AZ 85204 Attorney for Alteus International

John Risberg, Esq. 1395 N. Highway Drive Fenton, St. Louis, MO 63099 Attorney for Maritz TQ3

Edward P. Faberman Air Carrier Association of America 1500 K Street, N.W., Suite 250 Washington, DC 20005-1714 David Warmflash, Esq. Sexter & Warmflash 115 Broadway New York, NY 10006 Attorney for Tzell Travel

Roy Hadley, Esq. World Travel BTI 1055 Lenox Park Boulevard Suite 420 Atlanta, GA 30319

Michael Goodman, Esq. Wolf & Goodman 1350 S. Glencoe Street Denver, CO 80222 Attorney for Compass Travel, LLC

Robert Blakeney, Esq. 4300 Sigma Road Suite 100 Dallas, TX 75244 Attorney for Colwick Travel

December 13, 2002	
	Fawn Torcisi